# FARM REPORTER

Issue: 17-06 September 6, 2006

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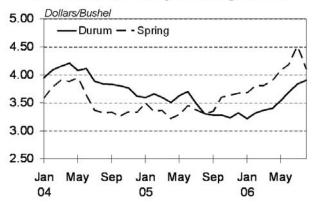
Agricultural Prices
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#### **AGRICULTURAL PRICES**

orth Dakota
The Index of Prices Received for All Farm Products in August is 125 percent of the 1990-1992 base.

This is up 12 percent from last year and 2 percent above two years ago. The All Crops Index, at 129 percent of the base, is up 14 percent from August 2005 and the All Livestock and Products Index, at 113 percent, is up 4 percent from last year. August indexes are calculated using preliminary mid-month prices.

### Durum & Other Spring Wheat: Prices Received North Dakota, January 2004-August 2006



Prices Received by Farmers
North Dakota and United States, August 2006

		North	Dakota and	United States	s, August 200	<i>)</i> 6			
		North Dakota United States						Effective	
Item	Unit	Entire Month		Preliminary	Entire Month		Preliminary	U.S. Parity Price	
nem	Offic	Aug	July	Aug	Aug	July	Aug	Aug 2006	
		2005	2006	2006	2005	2006	2006	7.09 2000	
		Dollars	Dollars	Dollars	Dollars	Dollars	Dollars	Dollars	
Wheat, All	Bu	3.24	4.29	4.04	3.24	3.89	3.88	10.50	
Durum	Bu	3.31	3.84	3.90	3.35	3.83	3.95	NA	
Other Spring	Bu	3.31	4.50	4.10	3.43	4.41	4.07	NA	
Winter	Bu	2.50	3.96	3.75	3.16	3.82	3.81	NA	
Corn	Bu	1.82	1.87	1.80	1.95	2.14	2.03	7.84	
Oats	Bu	1.22	1.85	1.80	1.49	1.78	1.70	4.36	
Barley, All	Bu	1.67	2.18	2.16	2.50	2.70	2.69	7.33	
Feed	Bu	1.34	1.65	1.60	1.77	2.04	2.07	NA	
Malting	Bu	1.90	2.38	2.40	2.85	2.95	3.06	NA	
Sunflower, All	Cwt	14.40	11.60	12.00	14.40	11.90	12.50	33.00	
Oil	Cwt	14.10	10.70	10.90	NA	NA	NA	NA	
Non-oil	Cwt	1/	16.90	16.20	NA	NA	NA	NA	
Baled Hay, All 2/	Ton	53.00	62.00	64.00	99.70	107.00	106.00	NA	
Alfalfa 2/	Ton	59.00	67.00	69.00	108.00	113.00	110.00	NA	
Other 2/	Ton	37.00	48.00	50.00	77.00	89.30	91.50	NA	
Canola	Cwt	9.55	10.90	NA	NA	NA	NA	27.20	
Flaxseed	Bu	6.29	5.47	5.40	6.28	5.47	5.40	15.70	
Soybeans	Bu	5.82	5.19	4.95	6.15	5.61	5.24	17.30	
Dry Edible Beans, All	Cwt	20.80	15.60	16.40	21.40	21.70	20.30	55.40	
Navy	Cwt	1/	1/	NA	NA	NA	NA	NA	
Pinto	Cwt	21.60	15.50	NA	NA	NA	NA	NA	
Potatoes, All	Cwt	5.55	6.60	3/	7.02	11.02	9.03	16.20	
Fresh 4/	Cwt	8.80	3/	NA	11.70	15.36	NA	NA	
Processing	Cwt	4.95	6.60	NA	4.73	6.14	NA	NA	
Beef Cattle	Cwt	77.20	70.90	83.40	84.40	86.10	87.70	195.00	
Steers & Heifers	Cwt	99.00	104.00	107.00	87.70	90.40	91.80	NA	
Cows	Cwt	49.50	47.00	48.00	51.40	46.60	46.90	NA	
Calves	Cwt	142.00	131.00	132.00	133.00	136.00	134.00	270.00	
Sheep	Cwt	38.00	36.00	NA	43.00	27.40	NA	96.40	
Lambs	Cwt	115.00	98.00	NA	109.00	93.10	NA	235.00	
Hogs	Cwt	51.00	52.40	NA	51.00	50.20	51.60	118.00	

<sup>1/</sup> Price not published to avoid disclosure of individual firms. 2/ Alfalfa, other and all hay are preliminary prices only. 3/ Insufficient sales to establish a price. 4/ Fresh market prices only, includes table stock. NA=Not applicable.

#### AGRICULTURAL PRICES (Continued) =

The August All Farm Products Index is 120 percent of its 1990-92 base, up 3 percent from the July index and 3 percent above the August 2005 index. The All Crops Index is 126, up 2 percent from July and 10 percent above August 2005. The Livestock and Products Index, at 115, is 5 percent above last month but down 2 percent from August 2005.

Index Numbers of Farm Prices
North Dakota and United States, August 2006

North Bakota and Office Otates, August 2000									
	No	rth Dak	ota	United States					
Indexes and Ratios	Aug	July	Aug	Aug	July	Aug			
	2005	2006	2006	2005	2006	2006			
Prices Received	(1990-92 = 100)								
All Farm Products	112	115	125	116	117	120			
Crops	113	116	129	115	123	126			
Food Grains	123	152	153	108	130	129			
Feed Grains & Hay	98	106	123	100	109	103			
Oil Bearing Crops 1/	118	98	100	109	100	94			
Potatoes & Dry Beans 2/	105	85	97	117	178	150			
Livestock and Products	109	112	113	117	110	115			
Meat Animals	108	111	114	116	117	119			
Dairy Products	121	124	121	113	90	91			
Other Livestock Products 3/	101	100	100	125	116	124			
Prices Paid	NA	NA	NA	141	148	148			
Ratio 4/	NA	NA	NA	82	79	81			

<sup>1/</sup> Includes non-oil sunflower. 2/ North Dakota includes sugarbeets. 3/ United States excludes wool. 4/ Ratio of Index of Prices Received to Index of Prices Paid. NA=Not applicable.

#### MARKETING YEAR AVERAGE PRICES =

orth Dakota
The 2005 Marketing Year Average (MYA) prices for spring and winter wheat, oats and feed barley were higher than their 2004 MYA prices, while durum wheat, malting barley and hay were lower. Spring wheat increased 28 cents from 2004 to \$3.64 per bushel. All hay, at \$52.00 per ton, decreased \$6.50 from 2004.

Small Grains and Hay: Marketing Year Average Prices North Dakota and United States, 2004-2005

Item	Unit	North [	Dakota	United States			
	Offic	2004	2005	2004	2005		
		Dollars per Unit					
Wheat, All	Bu	3.40	3.55	3.40	3.42		
Spring	Bu	3.36	3.64	3.51	3.66		
Durum	Bu	3.71	3.36	3.85	3.46		
Winter	Bu	2.76	2.79	3.32	3.32		
Rye 1/	Bu	2.00		3.22	3.30		
Oats	Bu	1.18	1.55	1.48	1.63		
Barley, All	Bu	2.12	1.99	2.48	2.53		
Feed	Bu	1.46	1.50	1.73	1.87		
Malting	Bu	2.40	2.21	2.81	2.80		
Hay, All	Tons	58.50	52.00	92.00	98.20		
Alfalfa	Tons	63.50	55.00	98.60	104.00		
Other	Tons	46.00	38.00	74.60	81.40		

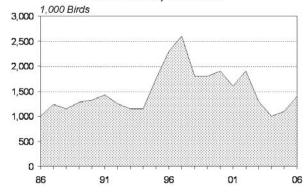
<sup>1/</sup> Beginning in 2005, North Dakota no longer published.

#### TURKEYS RAISED !

The preliminary estimate of turkeys raised in North Dakota during 2006 is 1.40 million birds. This is up 27 percent from the 1.10 million birds

raised in 2005 and continues the positive trend that began last year. This is the highest level since 2002 when 1.90 million were raised.

Turkeys Raised North Dakota, 1986-2006



#### Tnited States

The preliminary estimate of turkeys raised in the United States during 2006 is 265 million, up 3 percent from the number raised during 2005. Minnesota, at 45.0 million birds, is expected to raise the largest number of any state, showing a 1 percent increase from last year. North Carolina ranks second with 37.0 million birds, up 3 percent from 2005.

Turkeys Raised: Selected States and United States, 2005-2006

State	2005	2006	2006 as % of 2005
	1,000 Birds 1,000 Birds		Percent
North Dakota	1,100	1,400	127
Minnesota	44,500	45,000	101
North Carolina	36,000	37,000	103
South Dakota	4,600	4,400	96
United States	256,270	264,874	103

#### FARM PRODUCTION EXPENDITURES

lains Region Farm production expenditures for the Plains Region totaled \$49.5 billion in 2005, up 4.8 percent from 2004. The Plains Region includes Kansas, Nebraska, North Dakota, Oklahoma, South Dakota and Texas. Nationally, farm production expenses increased 5.3 percent from 2004. Livestock, poultry and related expenses, which was the largest expenditure in the Plains, increased 14.8 percent. Decreases in expenditures were reported in feed, down 10.2%; tractors and self-propelled farm machinery, down 5.8 percent; other farm machinery down 9.1 percent; and trucks and autos, down 7.8 percent from last year. Nationally, the largest percentage drop was feed expense, which decreased 5.1 percent. All other expense categories for Plains operations showed an increase from 2004. The largest increase in expenditures for the Plains operation was for fuel, up 23.1 percent from 2004.

Livestock, poultry and related expenses accounted for 17.4 percent of the Plains total production expenses, while feed, farm services and rent accounted for 11.1, 11.6 and 8.5 percent, respectively. The farm services category includes items such as crop custom work, veterinary services, custom feeding, transportation costs, marketing charges, insurance, leasing of machinery and equipment, miscellaneous business expenses and utilities.

Farm production expenditures totaled \$223.1 billion in 2005, up 5.3 percent from the revised 2004 total of \$211.8 billion. The largest contributors to the increase were fuels up 26.3 percent; taxes up 14.3 percent; fertilizer, lime and soil conditioners up 12.3 percent; livestock and poultry purchases up 11.5 percent; farm services up 9.7 percent; and interest up 9.0 percent. Feed and three capital expenditure items were down in 2005. Feed was down 5.1 percent. Other farm machinery, tractors and self-propelled machinery and trucks and autos were down 4.7 percent, 2.3

percent and 2.1 percent, respectively. The three largest

expenditures at the U.S. level were the same ones as last

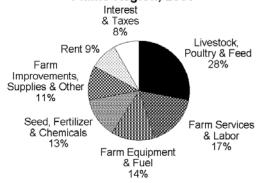
year. The largest was farm services with 13.2 percent of the

U.S. total production expenses, feed 12.6 percent and labor

nited States

10.7 percent.

# Farm Production Expenditures Plains Region, 2005



Farm Production Expenditures: Plains and United States, 2004-2005

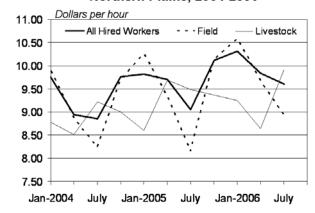
	Plains (KS, NE, ND, OK, SD AND TX)			()	United States 1/					
Expenditure-Farm Share	Average Per Farm <sup>2/</sup>		Total Expenditures			Average Per Farm <sup>2/</sup>		Total Expenditures		
Experialitire-i ariii Gilare	2004	2005	2004	2005	2005 % of Total	2004	2005	2004	2005	2005 % of Total
	Dollars	Dollars	Mil Dollars	Mil Dollars	Pct	Dollars	Dollars	Mil Dollars	Mil Dollars	Pct
Total Farm Production Expenditures 3/	96,901	101,580	47,210	49,490	100.0	100,498	106,499	211,800	223,100	100.0
Livestock, Poultry & Related Expenses Feed	15,374 12,521	17,652 11,248	7,490 6,100	8,600 5,480	17.4 11.1	9,110 14,093	10,216 13,462	19,200 29,700	,	9.6 12.6
Farm Services Rent	10,920 8,559	11,823 8,621	5,320 4,170	5,760 4,200	11.6 8.5	12,716 7,877	14,034 8,163	26,800 16,600	29,400 17,100	13.2 7.7
Agricultural Chemicals Fertilizer, Lime & Soil Conditioners Interest Taxes (Real Estate & Property)	3,469 5,234 4,249 3,448	3,592 5,911 4,454 4,002	1,690 2,550 2,070 1,680	1,750 2,880 2,170 1,950	3.5 5.8 4.4 3.9	4,081 5,409 4,223 3,321	4,249 6,110 4,630 3,819	11,400	8,900 12,800 9,700 8,000	5.7 4.3
Labor Fuels Farm Supplies & Repairs Farm Improvements & Construction	5,090 4,269 5,296 5,152	5,644 5,255 5,337 5,172	2,580	2,750 2,560 2,600 2,520	5.6 5.2 5.3 5.1	11,056 3,796 5,504 5,979	11,361 4,821 5,967 6,110	23,300 8,000 11,600 12,600	23,800 10,100 12,500 12,800	10.7 4.5 5.6 5.7
Tractors and Self-Propelled Farm Machinery Other Farm Machinery Seeds & Plants Trucks & Autos	4,269 2,258 3,633 2,894	4,023 2,053 3,859 2,668	1,770	1,960 1,000 1,880 1,300	4.0 2.0 3.8 2.6	4,128 2,040 4,555 2,278	4,058 1,957 4,965 2,244	4,300	8,500 4,100 10,400 4,700	1.8 4.7

<sup>1/</sup> Excludes AK and HI. 2/ Total expenditures divided by total number of farms. 3/ Total includes miscellaneous production expenses not allocated to any of the 16 expense categories published. Therefore, the sum of individual expenditure items will not add to totals.

There were 41,000 hired workers on farms and ranches in the Northern Plains (Kansas, Nebraska, North Dakota, and South Dakota) during the week of July 9-15, 2006, down 9 percent from a year ago. Farm operators paid their hired workers an average wage of \$9.60 per hour during the July 2006 reference week, up 55 cents from last year. Field workers received an average of \$8.94 per hour, up 79 cents from last July, while livestock workers earned \$9.92 per hour, compared with \$9.49 a year earlier.

There were 1,202,000 hired workers on the Nation's farms and ranches during the week of July 9-15, 2006, down 11 percent from a year ago. Farm operators paid their hired workers an average wage of \$9.74 per hour during the July 2006 reference week, up 36 cents from a year earlier. Field workers received an average of \$8.95 per hour, up 34 cents from last July, while livestock workers earned \$9.56 per hour, compared with \$9.26 a year earlier.

## Wage Rates for Hired Workers Northern Plains, 2004-2006





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